

FISCAL NOTE

SB 429 - HB 436

February 18, 1997

SUMMARY OF BILL: Revises the law relative to estates and trusts to:

- Allow a power of attorney to make gifts on the principal's behalf
- Eliminate the requirement of notifying beneficiaries of an irrevocable trust's funding

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$78,000 (Section 7 of the Bill)

Increase State Revenues - Exceeds \$1,000,000 (Section 11 of the Bill)

Granting a power of attorney the authority to make gifts on behalf of the principal will result in a decrease in state revenues since such gifts have previously been considered taxable as revocable trusts.

Waiving notification of the funding of trusts will result in an increase in state revenues since the waiving of such notification eliminates the right to claim certain present interest per donee exemptions.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James A. Davenport".

James A. Davenport, Executive Director

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